

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Holiday Inn Express, 8751 Park Plaza Drive, Shreveport, Louisiana, at 9:00 a.m. on **THURSDAY, MARCH 6, 2008**, upon the application of **INDIGO MINERALS, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation, Reservoir A and the Cotton Valley Formation, Reservoir A**, in the West Simsboro Field, Lincoln Parish, Louisiana.

1. To permit Applicant to drill, designate and utilize an alternate unit well for HOSS RA SUE, and a substitute unit well for CV RA SUC, at the locations shown on the plats submitted with the application.
2. To permit Applicant to drill, designate and utilize two (2) alternate unit wells for HOSS RA SUH, and a substitute unit well and an alternate unit well for CV RA SUF, at the locations shown on the plats submitted with the application.
3. To find that each of the proposed wells is necessary to efficiently and economically drain a portion of the Hosston Formation, Reservoir A and the Cotton Valley Formation, Reservoir A, underlying the units on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on these units.
4. To permit Applicant to combine downhole production from the Hosston Formation, Reservoir A, with production from the Cotton Valley Formation, Reservoir A, in any well drilled on HOSS RA SUE and CV RA SUC in which the ownership interest in these units are identical.
5. To permit Applicant to combine downhole production from that portion of the Hosston Formation, Reservoir A, lying below the measured depth of 8,540' in the Indigo Minerals LLC-Napper No. 1 Well, located in Section 15, Township 18 North, Range 4 West, with production from the Cotton Valley Formation, Reservoir A, in any well drilled on HOSS RA SUH and CV RA SUF in which the ownership interests in these units, as to such depths, are identical.
6. To permit the operator of HOSS RA SUE, HOSS RA SUH and CV RA SUF to produce the allowables assigned to these units from either the unit or substitute unit well, any alternate unit well, or from any combination of such wells, at the option of the operator.
7. To designate Applicant as operator of CV RA SUC.
8. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A was initially defined in Office of Conservation Order No. 327-B-2, effective August 1, 1980, and was redefined in Order No. 327-B-6, effective March 4, 1986.

The Cotton Valley Formation, Reservoir A was defined in Order No. 327-D, effective August 1, 1980.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.
www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

**JAMES H. WELSH
COMMISSIONER OF CONSERVATION**

Baton Rouge, LA

2/8/08;2/13/08

S

lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.